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FISCAL IMPACT STATEMENT

LS 6575

BILL NUMBER: SB 195

NOTE PREPARED: Dec 14, 2005

BILL AMENDED:

SUBJECT: Charter School Budget Review.

FIRST AUTHOR: Sen. Mrvan

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL
X DEDICATED
X FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill requires a charter school to submit its budget to the governing body of the school corporation in which the charter school is located for review and approval. It provides that a charter school may not receive funding if the school corporation governing body does not approve the charter school's budget.

Effective Date: July 1, 2006.

Explanation of State Expenditures: The bill could potentially reduce the state expenditures for charter schools. The bill does not allow the state to make a distribution to a charter school unless the public school corporation where the student resides approves the charter school budget. The average tuition support revenue for CY 2007 is estimated to be about \$3,745 per student.

Explanation of State Revenues:

Explanation of Local Expenditures: The bill could reduce local school expenditures to charter schools if the school board does not approve the charter school budget. The average general fund property tax levy for CY 2007 is estimated to be \$2,063 per student. This could affect expenditures beginning in CY 2007.

Explanation of Local Revenues:

State Agencies Affected: Department of Education.

Local Agencies Affected: Local school corporations.

Information Sources: Department of Education databases.

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